

Exhibit A

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**UNITED STATES DISTRICT COURT
FOR THE NORTHERN DISTRICT OF CALIFORNIA**

Case No. 3:17-cv-06779-RS

IN RE TEZOS SECURITIES LITIGATION

**[PROPOSED] ORDER
PRELIMINARILY APPROVING
SETTLEMENT AND PROVIDING
FOR NOTICE**

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1 WHEREAS, a consolidated class action is pending before this Court entitled *In re Tezos*
 2 *Securities Litigation*, Case No. 3:17-cv-06779-RS (the “Federal Litigation” or the “Action”);

3 WHEREAS, a coordinated action is pending in the Superior Court of the State of
 4 California, County of San Francisco, entitled *Tezos ICO Cases*, Case No. CJC-18-004978 (the
 5 “State Litigation”);

6
 7 WHEREAS, the parties having made application, pursuant to Federal Rule of Civil
 8 Procedure 23(e), for an order preliminarily approving the settlement of the Federal Litigation, in
 9 accordance with a Stipulation of Settlement dated March 16, 2020 (the “Stipulation”), which,
 10 together with the Exhibits annexed thereto, sets forth the terms and conditions for a proposed
 11 settlement of the Federal Litigation and for dismissal of the Federal Litigation and the State
 12 Litigation with prejudice upon the terms and conditions set forth therein; and the Court having
 13 read and considered the Stipulation and Exhibits annexed thereto; and
 14

15 WHEREAS, unless otherwise defined, all terms used herein have the same meanings as set
 16 forth in the Stipulation.

17 NOW, THEREFORE, IT IS HEREBY ORDERED:

18 1. **Preliminary Approval of the Settlement** – The Court hereby preliminarily
 19 approves the settlement, as embodied in the Stipulation, as being fair, reasonable and adequate to
 20 the Settlement Class under Rule 23(e)(2), and certifies the Settlement Class for purposes of
 21 judgment on the settlement based on the parties’ showing that the Court will likely be able to
 22 approve the settlement, subject to further consideration at the Settlement Hearing to be conducted
 23 as described below.
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25 2. **Settlement Hearing** – The Court will hold a settlement hearing (the “Settlement
 26 Hearing”) on _____, 2020 at __: __ .m. at the United States District Court for the Northern
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1 District of California, 450 Golden Gate Avenue, San Francisco, CA 94102, for the following
2 purposes: (a) to determine whether the proposed settlement on the terms and conditions provided
3 for in the Stipulation is fair, reasonable and adequate to the Settlement Class, and should be
4 approved by the Court; (b) to determine whether a Judgment substantially in the form attached as
5 Exhibit B to the Stipulation should be entered dismissing the Action with prejudice against
6 Defendants; (c) to determine whether the proposed Plan of Allocation for the proceeds of the
7 settlement is fair and reasonable and should be approved; (d) to determine the amount of fees and
8 expenses that should be awarded to Federal and State Lead Counsel; and (e) to consider any other
9 matters that may properly be brought before the Court in connection with the settlement. Notice
10 of the settlement and the Settlement Hearing (“Notice”) shall be given to the Settlement Class
11 Members as set forth in paragraph 4 of this Order.
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14 3. The Court may adjourn the Settlement Hearing without further notice to the
15 Settlement Class, and may approve the proposed settlement with such modifications as the parties
16 may agree to, if appropriate, without further notice to the Settlement Class.

17 4. Pursuant to Rules 23(a) and (b)(3) of the Federal Rules of Civil Procedure, and for
18 purposes of this settlement only, the Action is hereby preliminarily certified as a class action on
19 behalf of: all persons and entities who, directly or through an intermediary, contributed bitcoin
20 and/or ether to what the Defendants describe as a fundraiser and what the Plaintiffs describe as an
21 initial coin offering conducted by the Foundation between July 1, 2017 and July 13, 2017,
22 inclusive. Excluded from the Settlement Class are: (i) Defendants; (ii) members of the immediate
23 family of Arthur Breitman, Kathleen Breitman, Johann Gevers, or Timothy Draper; (iii) any person
24 who was an officer or director of the Foundation, DLS, Draper Associates V Crypto LLC (“Draper
25 Associates”), or Bitcoin Suisse AG (“BTCS”) during the Fundraiser and any members of their
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1 immediate families; (iv) any parent, subsidiary, or affiliate of the Foundation, DLS, Draper
 2 Associates, or BTCS; (v) any firm, trust, corporation, or other entity in which any Defendant or
 3 any other excluded person or entity had a controlling interest during the Fundraiser; and (vi) the
 4 legal representatives, agents, affiliates, heirs, successors-in-interest, or assigns of any such
 5 excluded persons or entities.

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 7 5. Also excluded from the Settlement Class are those Persons who timely and validly
 8 request exclusion from the Settlement Class pursuant to the requirements described below and in
 9 the Notice to be sent to Class Members pursuant to this Order.

10 6. The Court finds, for the purposes of the settlement only, that the prerequisites for a
 11 class action under Rules 23(a) and (b)(3) of the Federal Rules of Civil Procedure have been
 12 satisfied in that: (a) the number of Settlement Class Members is so numerous that joinder of all
 13 members is impracticable; (b) there are questions of law and fact common to the Settlement Class;
 14 (c) the claims of Lead Plaintiff are typical of the claims of the Settlement Class they seek to
 15 represent; (d) Plaintiffs and Lead Counsel have and will fairly and adequately represent the
 16 interests of the Settlement Class; (e) the questions of law and fact common to members of the
 17 Settlement Class predominate over any questions affecting only individual members of the
 18 Settlement Class; and (f) a class action is superior to other available methods for the fair and
 19 efficient adjudication of the controversy.
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22 7. **Retention of Claims Administrator and Manner of Giving Notice** – Federal and
 23 State Lead Counsel is hereby authorized to retain Epiq Class Action & Claims Solutions, Inc. (the
 24 “Claims Administrator”) to supervise and administer the notice procedure in connection with the
 25 proposed settlement as well as the processing of Claims as more fully set forth below. Notice of
 26 the settlement and the Settlement Hearing shall be given by Federal and State Lead Counsel as
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1 follows:

- 2 a. Defendant Tezos Stiftung (the “Tezos Foundation” or the “Foundation”) shall
3 cooperate in providing or causing to be provided to the Claims Administrator in
4 electronic format (at no cost to the Settlement Fund, Lead Counsel, or the Claims
5 Administrator), information in the possession of the Foundation that is designed to
6 allow the Notice Administrator to attempt to contact class members and potential
7 class members, including contact information collected in 2017, through the “Know
8 Your Customer” process, or otherwise (the “Email List”);
- 9 b. At least 70 days prior to the Settlement Hearing, the Claims Administrator shall
10 send one copy of the Summary Notice and at least one reminder via electronic mail
11 to all email addresses on the Email List (the “Notice Date”);
- 12 c. The Claims Administrator shall establish and run a website (the “Settlement
13 Website”) which includes relevant documents from the State and Federal
14 Litigation, a copy of the Summary Notice and Notice, a copy of the Claim Form,
15 an electronic version of the Claim Form, contact information for the Claims
16 Administrator, and other relevant information;
- 17 d. Not later than ten business days after the Notice Date, the Claims Administrator
18 shall cause advertisements to begin running on websites associated with Tezos and
19 cryptocurrency generally, including, but not limited to Twitter, Reddit, the Google
20 Display Network, and the Baidu Display Network, and those advertisements shall
21 link to the Settlement Website;
- 22 e. Not later than ten business days after the Notice Date, the Claims Administrator
23 shall cause to be published over a reputable business newswire a press release
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announcing the details of the settlement and providing a link to the Settlement Website;

f. Not later than seven calendar days prior to the Settlement Hearing, Federal Lead Counsel shall serve on Defendants' Counsel and file with the Court proof, by affidavit or declaration, of such publication;

g. The Claims Administrator will treat the Email List and other information provided by the Foundation about actual and potential contributors as confidential information. The Claims Administrator will not disseminate such information unless required by Court order, and will maintain such information in compliance with applicable privacy and data protection laws. To the extent that any personal identifying information is required to be filed with the Court, the parties agree to cooperate and to seek to file such information under seal. Within 90 days after the settlement becomes Final or is terminated, the Claims Administrator will destroy the Email List and related information within 90 days, and will report on its compliance to the Tezos Foundation.

8. **Approval of Form and Content of Notice** – The Court: (a) approves, as to form and content, the Notice, Claim Form, and the Summary Notice attached hereto as Exhibits 1, 2, and 3, respectively; and (b) finds that the electronic distribution of the Summary Notice, the posting of the Notice and Claim Form online, and the publication of the Summary Notice in the manner and form set forth in paragraph 4 of this Order: (i) is the best notice practicable under the circumstances; (ii) constitutes notice that is reasonably calculated, under the circumstances, to apprise Settlement Class Members of the pendency of the Action, of the effect of the proposed settlement (including the Releases to be provided thereunder), of Federal and State Lead Counsel's

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1 motion for an award of attorneys' fees and expenses, of their right to exclude themselves from the
 2 Settlement Class, and of their right to appear at the Settlement Hearing; (iii) constitutes due,
 3 adequate and sufficient notices to all persons and entities entitled to receive notice of the proposed
 4 settlement; and (iv) satisfies the requirements of Rule 23 of the Federal Rules of Civil Procedure;
 5 Section 27 of the Securities Act of 1933, 15 U.S.C. § 77z-1(a)(7) as amended by the Private
 6 Securities Litigation Reform Act; the United States Constitution (including the Due Process
 7 Clause), and all other applicable laws and rules.

9 9. **Participation in the Settlement** – Settlement Class Members who wish to
 10 participate in the settlement and to be eligible to receive a distribution from the Net Settlement
 11 Fund must complete and submit a Proof of Claim and Release in accordance with the instructions
 12 contained therein. Unless the Court orders otherwise, all Proofs of Claim and Release must be
 13 submitted no later than one hundred twenty (120) calendar days after the Notice Date.
 14 Notwithstanding the foregoing, Federal and State Lead Counsel shall have the discretion (but not
 15 an obligation) to accept late-submitted claims for processing by the Claims Administrator so long
 16 as the distribution of the Net Settlement Fund to Authorized Claimants is not materially delayed
 17 thereby. By submitting a Proof of Claim and Release, a person or entity shall be deemed to have
 18 submitted to the jurisdiction of the Court with respect to his, her or its Claim and the subject matter
 19 of the settlement.
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 22 10. Each Proof of Claim and Release submitted must be signed under penalty of perjury
 23 and supported by such documents as are specified in the Proof of Claim and Release.

24 11. Except as otherwise ordered by the Court, all Settlement Class Members who fail
 25 to timely submit a valid Proof of Claim and Release within such period, or such other period as
 26 may be ordered by the Court, or otherwise allowed, shall be forever barred from receiving any
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1 payments pursuant to the Stipulation and the settlement, but shall in all other respects be subject
 2 to and bound by the provisions of the Stipulation, the releases contained therein, and the Judgment.
 3 Notwithstanding the foregoing, late Proofs of Claim and Release may be accepted for processing
 4 as set forth in paragraph 6 above.

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 6 12. **Exclusion from the Settlement Class** – Any member of the Settlement Class who
 7 wishes to opt out of the Settlement Class must submit a timely written request for exclusion on or
 8 before the opt out date and in the manner set forth in the Notice; which shall provide that: (a) any
 9 such request for exclusion from the Settlement Class must be mailed or delivered such that it is
 10 received no later than twenty-one (21) calendar days prior to the Settlement Hearing, to: *In re*
 11 *Tezos Securities Litigation*, c/o Epiq, P.O. Box 3770, Portland, OR 97208-3770; and (b) each
 12 request for exclusion must state (i) the name, address, email address, and telephone number of the
 13 person or entity requesting exclusion, and in the case of entities, the name and telephone number
 14 of the appropriate contact person; (ii) state that such person or entity “requests exclusion from the
 15 Settlement Class in *In re Tezos Securities Litigation*, No. 3:17-cv-06779-RS; (iii) state the date
 16 and amount of Bitcoin or Ethereum contributed to the Tezos Foundation in July 2017, the number
 17 of Tezos tokens (*i.e.*, Tezzies or XTZ) allocated to such person or entity in connection with the
 18 contribution; as well as the date or dates of any sale or distribution of Tezos tokens (*i.e.*, Tezzies
 19 of XTZ); and provide documentary proof of the above; and (iv) be signed by the person or entity
 20 requesting exclusion or an authorized representative. A request for exclusion shall not be effective
 21 unless it provides all the information required and is received within the time stated above, or is
 22 otherwise accepted by the Court. Group opt-outs, including “mass” or “class” opt outs, are
 23 prohibited.

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 26 13. Any person or entity who or which timely and validly requests exclusion in
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1 compliance with the terms stated in this Order and is excluded from the Settlement Class shall not
 2 be a Settlement Class Member, shall not be bound by the terms of the settlement or any orders or
 3 judgments in the Action and shall not receive any payment out of the Net Settlement Fund.

4 14. Any Settlement Class Member who or which does not timely and validly request
 5 exclusion from the Settlement Class in the manner stated in this Order: (a) shall be deemed to have
 6 waived his, her or its right to be excluded from the Settlement Class; (b) shall be forever barred
 7 from requesting exclusion from the Settlement Class in this or any other proceeding; (c) shall be
 8 bound by the provisions of the Stipulation and settlement and all proceedings, determinations,
 9 orders and judgments in the Action, including, but not limited to, the Judgment or Alternative
 10 Judgment, if applicable, and the Releases provided for therein, whether favorable or unfavorable
 11 to the Settlement Class; and (d) will be barred from commencing, instituting, prosecuting or
 12 continuing to prosecute any of the Released Claims (including Unknown Claims) against any of
 13 the Released Defendants, their Related Parties, and their respective counsel as more fully described
 14 in the Stipulation and Notice.

17 15. **Appearance and Objections at Settlement Hearing** – Any Settlement Class
 18 Member who does not request exclusion from the Settlement Class may enter an appearance in the
 19 Action, at their own expense, individually or through counsel of their own choice, by filing with
 20 the Clerk of Court and delivering a notice of appearance to both Federal and State Lead Counsel
 21 and Defendants' Counsel, at the addresses set forth in paragraph _ below, such that it is received
 22 no later than twenty-one (21) calendar days prior to the Settlement Hearing, or as the Court may
 23 otherwise direct. Any Settlement Class Member who does not enter an appearance will be
 24 represented by Federal Lead Counsel.

26 16. Any Settlement Class Member may appear and show cause why the proposed
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1 settlement should or should not be approved as fair, reasonable, and adequate, why a judgment
 2 should or should not be entered thereon, why the proposed Plan of Allocation should or should not
 3 be approved, or why attorneys' fees and expenses should or should not be awarded to Federal and
 4 State Lead Counsel; provided, however, that no Settlement Class Member or any other Person
 5 shall be heard or entitled to contest such matters, unless that person or entity has submitted said
 6 objections, papers, and briefs to the Court and served copies of such objection on Federal and State
 7 Lead Counsel and Defendants' Counsel at the addresses set forth below such that they are received
 8 no later than twenty-one (21) calendar days prior to the Settlement Hearing.

Class Counsel

11 Block & Leviton LLP
 12 Attn: Jacob A. Walker, Esq.
 13 260 Franklin Street, Suite 1860
 14 Boston, MA 02110

Defendants' Counsel

11 Baker Marquart LLP
 12 Attn: Brian E. Klein
 13 777 S. Figueroa Street, Suite 2850
 14 Los Angeles, CA 90017

15 Davis Polk & Wardwell LLP
 16 Attn: Neal A. Potischman
 17 1600 El Camino Real
 18 Menlo Park, CA 94025

17 17. Any objections, filings and other submissions by the objecting Settlement Class
 18 Member: (a) must state the name, address, and telephone number of the person or entity objecting
 19 and must be signed by the objector; (b) must contain a statement of the Settlement Class Member's
 20 objection or objections, and the specific reason for each objection, including any legal and
 21 evidentiary support the Settlement Class Member wishes to bring to the Court's attention; and (c)
 22 must include documents sufficient to prove membership in the Settlement Class. The objection
 23 must state whether it applies only to the objector, to a specific subset of the Settlement Class, or
 24 to the entire Settlement Class. Objectors who enter an appearance and desire to present evidence
 25 at the Settlement Hearing in support of their objection must include in their written objections or
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1 notice of appearance the identity of any witnesses they may call to testify and any exhibits they
 2 intend to introduce into evidence at the hearing.

3 18. Any Settlement Class Member who or which does not make their objection in the
 4 manner provided herein shall be deemed to have waived their right to object to any aspect of the
 5 proposed settlement, the proposed Plan of Allocation, and Federal and State Lead Counsel's
 6 motion for an award of attorneys' fees and expenses and shall be forever barred and foreclosed
 7 from objecting to the fairness, reasonableness or adequacy of the settlement, the Plan of Allocation
 8 or the requested attorneys' fees and expenses, or from otherwise being heard concerning the
 9 settlement, the Plan of Allocation or the requested attorneys' fees and expenses in this or any other
 10 proceeding.
 11

12 19. **Stay and Temporary Injunction** – Until otherwise ordered by the Court, the Court
 13 stays all proceedings in the Action other than proceedings necessary to carry out or enforce the
 14 terms and conditions of the Stipulation. Pending final determination of whether the settlement
 15 should be approved, the Court bars and enjoins Lead Plaintiff, and all other members of the
 16 Settlement Class, from commencing or prosecuting any and all of the Released Claims against any
 17 of the Defendants.
 18

19 20. As set forth in the Stipulation, State Plaintiff and State Lead Counsel, within three
 20 (3) business days of entry of the Preliminary Approval Order, will file a motion in the State Court
 21 to (a) stay further proceedings in the State Court except as may be necessary or appropriate to
 22 facilitate consummation of this settlement pending dismissal, and (b) enter an order dismissing the
 23 State Litigation with prejudice contingent upon Final approval of the settlement by the Court.
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25 21. **Settlement Administration Fees and Expenses** – All reasonable costs incurred in
 26 identifying Settlement Class Members and notifying them of the settlement, as well as in
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1 administering the settlement and providing appropriate notice under 28 U.S.C. § 1715, shall be
2 paid as set forth in the Stipulation without further order of the Court.

3 22. **Settlement Fund** – The contents of the Settlement Fund held by Huntington
4 National Bank (which the Court approves as the Escrow Agent), shall be deemed and considered
5 to be *in custodia legis* of the Court, and shall remain subject to the jurisdiction of the Court, until
6 such time as they shall be distributed pursuant to the Stipulation and/or further order(s) of the
7 Court.
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9 23. **Taxes** – The Escrow Agent is authorized and directed to prepare any tax returns
10 and any other tax reporting form for or in respect to the Settlement Fund, and to otherwise perform
11 all obligations with respect to Taxes and any reporting or filings or payment in respect thereof
12 without further order of the Court in a manner consistent with the provisions of the Stipulation.
13

14 24. **Termination of Settlement** – In the event that the Stipulation is not approved by
15 the Court or the settlement set forth in the Stipulation is terminated or fails to become effective in
16 accordance with its terms, the Settling Parties shall be restored to their respective positions in the
17 Litigations as of November 25, 2019. In such event, the terms and provisions of the Stipulation,
18 with the exception of ¶¶1.1-1.42, 2.10-2.13, 7.3, 8.5-8.7, 9.7, and 9.9 thereof, shall be null and
19 void, have no further force and effect, and shall not be used in the Litigations or in any other
20 proceeding for any purpose, and any judgment or order entered by the Court in accordance with
21 the terms of the Stipulation shall be treated as vacated, *nunc pro tunc*, and shall not be used in the
22 Litigations or in any other proceeding for any purpose.
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24 25. **Use of this Order** – This proposed settlement would resolve claims which are
25 contested and shall not be deemed an admission by any Settling Party as to the merits of any claim
26 or defense. Neither this Order, the Term Sheet, the Stipulation (whether or not consummated),
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including the exhibits thereto and the Plan of Allocation contained therein (or any other plan of allocation that may be approved by the Court), the negotiations leading to the execution of the Term Sheet and the Stipulation, nor any proceedings taken pursuant to or in connection with the Term Sheet, the Stipulation and/or approval of the settlement (including any agreements proffered in connection therewith): (a) is or may be deemed to be or may be used as an admission of, or evidence of, the validity of any claim that was or could have been asserted or the deficiency of any defense that has been or could have been asserted in this Action or in any other litigation, or of any liability, negligence, fault, or other wrongdoing of any kind of the Defendants or their respective related Parties, or that Federal Lead Plaintiff or State Plaintiff or any Settlement Class Members have suffered any damages, harm, or loss; (b) is or may be deemed to be or may be used as an admission of, or evidence of, the appropriateness of treating the Litigations as a class action for any other purpose than the settlement; (c) is or may be deemed to be or may be used as an admission of, or evidence of, any fault or omission of any of the Defendants or their respective Related Parties in any civil, criminal, or administrative proceeding in any court, administrative agency, or other tribunal, other than such proceedings as may be necessary to effectuate the provisions of the Stipulation; (d) is or may be deemed to be or may be used as an admission, or evidence, that any of the Plaintiffs' claims are without merit, that any of the Defendants had meritorious defenses, or that recoverable damages would not have exceeded the Settlement Amount, other than such proceedings as may be necessary to effectuate the provisions of the Stipulation; provided, however, that if the Stipulation is approved by the Court, the Settling Parties and the Releasees and their respective counsel may refer to it to effectuate the protections from liability granted thereunder or otherwise to enforce the terms of the settlement.

26. **Supporting Papers** – Federal Lead Counsel shall file and serve the opening papers

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1 of the proposed settlement, the Plan of Allocation, and Federal and State Lead Counsel's motion
2 for an award of attorneys' fees and expenses no later than 30 calendar days prior to the Settlement
3 Hearing; and reply papers, if any, shall be filed and served no later than 7 calendar days prior to
4 the Settlement Hearing.

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6 27. The Court reserves the right to adjourn the date of the Settlement Hearing without
7 further notice to Settlement Class Members.

8 28. The Court retains jurisdiction to consider all further applications arising out of or
9 connected with the proposed settlement.

10 IT IS SO ORDERED:

11 DATED: _____
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14 _____
15 The Honorable Richard G. Seeborg
16 United States District Judge
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Submitted by,

BLOCK & LEVITON LLP

/s/ Jacob A. Walker

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*Counsel to Lead Plaintiff Trigon Trading Pty.
Ltd.*